IN THE UNITED STATES BANKRUPTCY COURT FOR THE DISTRICT OF DELAWARE

In re : Chapter 11

W.R. Grace & Co., et al. : Case No. 01-01139 JKF

:

Debtors.

CERTAIN INSURERS' NOTICE OF DESIGNATIONS WITH RESPECT TO THE DEPOSITION OF DAVID T. AUSTERN

The insurers indicated in the signature blocks to this pleading (collectively, "Certain Insurers"), by and through their respective undersigned attorneys, hereby designate the attached excerpts from the transcript of the deposition of David T. Austern, taken on May 15, 2009 (the "Deposition Transcript"), together with any pertinent exhibits thereto, which may be offered in evidence in connection with the Phase I Confirmation Hearing in this matter, pursuant to Rule 32 of the Federal Rules of Civil Procedure. Certain Insurers reserve the right to supplement these designations following receipt of Plan Proponents' counter-designations, if any. Certain Insurers further reserve the right to use any part of the Deposition Transcript, even if it is not designated, for the purpose of contradicting or impeaching testimony given by the deponent as a witness. Finally, Certain Insurers reserve the right to call the witness at trial to supplement the deposition testimony designated herein.

¹ A copy of the entire Deposition Transcript in electronic format, marked with Certain Insurers' designations, will be provided to Plan Proponents on disk for their use in marking any counter-designations they may wish to submit.

An excerpted copy of the Deposition Transcript, together with pertinent exhibits, is attached as Exhibit "A" hereto, with the portions designated by Certain Insurers marked in green.

Dated: June 18, 2009 Wilmington, Delaware

DRINKER BIDDLE & REATH LLP

/s/ David P. Primack

Warren T. Pratt (4334)
David P. Primack (4449)
1100 N. Market Street, Suite 1000
Wilmington, DE 19801-1254
Telephone: 302-467-4200

- and -

Michael F. Brown (pro hac vice) Jeffrey M. Boerger (pro hac vice) One Logan Square Philadelphia, PA 19103-6996 Telephone: 215-988-2700

Attorneys for Government Employees
Insurance Company, Republic Insurance
Company n/k/a Starr Indemnity &
Liability Company, and Seaton Insurance
Company

STEVENS & LEE, P.C.

/s/ John D. Demmy.

John D. Demmy (DE Bar No. 2802) 1105 North Market Street 7th Floor Wilmington, DE 19801 Telephone: (302) 425-3308 Facsimile: (610) 371-8515 Email: jdd@stevenslee.com

-and-

Leonard P. Goldberger
Marnie E. Simon
(Members of the PA Bar)
1818 Market Street
29th Floor
Philadelphia, PA 19103-1702
Telephone: (215) 751-2864/2885
Facsimile: (610) 371-7376/8505
Email: lpg@stevenslee.com
Email: mes@stevenslee.com

Attorneys for Fireman's Fund Insurance Company and Allianz S.p.A., f/k/a Riunione Adriatica Di Sicurta, and Allianz SE, f/k/a Allianz Aktiengesellschaft

CONOLLY BOVE LODGE & HUTZ LLP

/s/ Jeffrey C. Wisler

Jeffrey C. Wisler (#2795) Marc J. Phillips (#4445) The Nemours Building 1007 N. Orange Street P.O. Box 2207

Wilmington, DE 19899 Telephone: (302) 658-9141 Facsimile: (302) 658-0380

OF COUNSEL:

ECKERT SEAMANS CHERIN &

MELLOTT, LLC Edward J. Longosz, II Laura G. Stover

1747 Pennsylvania Avenue, N.W.

Suite 1200

Washington, D.C. 20006 Telephone: (202) 659-6600 Facsimile: (202) 659-6699

WILEY REIN LLP Richard A. Ifft Karalee C. Morell 1776 K Street, N.W. Washington, D.C. 20006 Telephone: (202) 719-7170

Facsimile: (202) 719-7049

Attorneys for Maryland Casualty Company, Zurich Insurance Company and Zurich International (Bermuda) Ltd. ROSENTHAL, MONHAIT & GODDESS, P.A.

/s/ Edward B. Rosenthal

Edward B. Rosenthal (Bar No. 3131) P.O. Box 1070 Wilmington, Delaware 19899 Telephone: (302) 656-4433x6 Facsimile: (302) 658-7567

-and-

GOODWIN PROCTER LLP

Daniel M. Glosband (*pro hac vice*) Michael S. Giannotto (*pro hac vice*) Brian H. Mukherjee (*pro hac vice*) Exchange Place Boston, Massachusetts 02109 Telephone: (617) 570-1000 Facsimile: (617) 523-1231

-and-

FORD MARRIN ESPOSITO WITMEYER & GLESER, L.L.P. Elizabeth DeCristofaro (pro hac vice)

Wall Street Plaza

23rd Floor

New York, New York 10005-1875

Telephone: (212) 269-4900 Facsimile: (212) 344-4294

Attorneys for Continental Casualty Company and Continental Insurance Company and related subsidiaries and affiliates

BIFFERATO GENTILOTTI, LLC

/s/ Garvan F. McDaniel

Garvan F. McDaniel (#4167) 800 N. King Street-Plaza Level Wilmington, DE 19801 Telephone: (302) 429-1900 Facsimile: (302) 429-8600

- and -

WILSON, ELSER, MOSKOWITZ, EDELMAN & DICKER, LLP Carl. J. Pernicone 150 East 42nd Street New York, New York 10017 Telephone: (212) 490-3000

- and -

O'MELVENY & MYERS LLP Tancred V. Schiavoni Gary Svirsky 7 Times Square New York, New York 10036 Telephone: (212) 326-2000

Attorneys for Arrowood Indemnity Company f/k/a Royal Indemnity Company

COZEN O'CONNOR

/s/ Barry Klayman

Barry M. Klayman (DE No. 3676) 1201 N. Market Street Suite 1400 Wilmington, DE 19801 Telephone: (302) 295-2035 Facsimile: (215) 701-2209

- and -

William P. Shelley (PA ID 40875) Jacob C. Cohn (PA ID 54139) Ilan Rosenberg (PA ID 89668) 1900 Market Street Philadelphia, PA 19103 Telephone: (215) 665-2000 Facsimile: (215) 665-2013

Attorneys for Federal Insurance Company

TUCKER ARENSBERG

/s/ Michael A. Shiner

Michael A. Shiner, pro hac vice 1500 One PPG Place Pittsburgh, PA 15222-5401 Telephone: (412) 566-1212 Facsimile: (412) 594-5619 Email: mshiner@tuckerlaw.com

-and-

MENDES & MOUNT, LLP Eileen T. McCabe, pro hac vice 750 Seventh Avenue New York, NY 10019 Telephone: (212)261-8254 Facsimile: (302)235-2536 Email: eileen.mccabe@mendes.com

-and-

John S. Spadaro (No. 3155) 724 Yorklyn Road Suite 375 Hockessin, DE 19707 Telephone: (302) 235-7745 Facsimile: (302) 235-2536

Email:

jspadaro@johnsheehanspadaro.com

Attorneys for AXA Belgium as successor to Royal Belge SA

MESSANA ROSNER & STERN LLP

/s/ Frederick B. Rosner

Frederick B. Rosner (DE #3995) 1000 N. West Street Suite 1200 Wilmington, DE 19801 Telephone: (302) 777-1111 Facsimile: (302) 295-4801

- and-

SONNENSCHEIN NATH & ROSENTHAL LLP Robert B. Millner Christopher E. Prince 233 S. Wacker Drive Suite 7800 Chicago, Illinois 60606 Telephone: (312) 876-8000

Telephone: (312) 876-8000 Facsimile: (312) 876-7934

Attorneys for General Insurance Company of America